

Kansas Racing and Gaming Commission



Annual Report
2001-2002

**MISSION STATEMENT
OF THE
KANSAS RACING AND GAMING COMMISSION**

The multimillion dollar racing and gaming industries provide far reaching economic benefits for Kansans. The Kansas Racing and Gaming Commission is dedicated to protect the integrity of these industries through enforcement of Kansas laws and is committed to preserving and instilling public trust and confidence.

STATE OF KANSAS



3400 SW Van Buren
Topeka, Kansas 66611-2228
Phone (785) 296-5800
Fax (785) 296-0900

Home Page Address: <http://www.ink.org/public/krc>
E-mail Address: kracing@cjnetworks.com

KANSAS RACING AND GAMING COMMISSION

February 13, 2003

The Honorable Kathleen Sebelius
Governor, State of Kansas
Statehouse, Room 212S
Topeka, Kansas 66612-1590

Dear Governor Sebelius:

Enclosed is the 2002 Annual Report of the Kansas Racing and Gaming Commission. The report is a narrative and statistical summary of the regulatory responsibilities of the Commission for fiscal year 2002.

The parimutuel industry continues to struggle, despite showing some signs of improvement. Currently, the Woodlands and Wichita Greyhound Park are open and providing live greyhound racing. In addition, the Woodlands offered 26 days of horse racing during October and November 2002. Since closing in November 2000, Camptown Greyhound Park has not had any racing activity. Total handle, live and simulcast racing, has increased in 2002 from that of 2001. However, this past year's amount is comparable to the total handle level of 2000 and is significantly less than many previous years. In addition, Woodlands' ownership discovered through its own investigation that racetrack operation funds had been misappropriated by members of their on-site management team. An investigation conducted by the Commission security department determined that the wagering public and tax revenues to the State of Kansas had not been compromised.

Despite the industry's difficulties this past year, it did have some positives. The Woodlands 2002 horse meet was one of the best in recent memory. Its live handle was bolstered by simulcasting its races to other tracks throughout the country. As indicated previously, the total handle for 2002 was higher than 2001. Although still lagging from previous years, there is some optimism in the industry. The 2002 Legislative session provided the opportunity for debate on expanded gaming at the racetrack facilities. One piece of legislation passed the House of Representatives.

The industry continues to face great challenges as it moves forward. The Commission will continue to do all that is possible, within its authority, to assist the racing community and will continue to insure the integrity of parimutuel racing in Kansas. The Commission looks forward to working with you and your staff, the Legislature and other state agencies in carrying out its responsibilities.

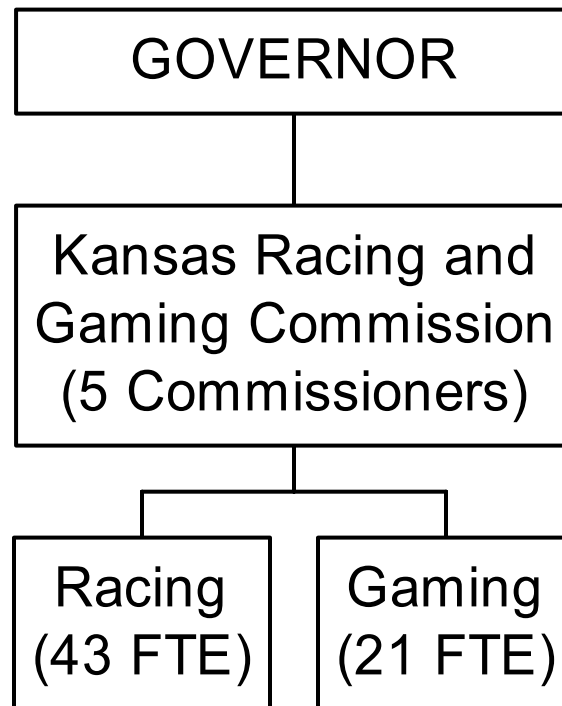
Respectfully,

/S/ Gene M. Olander

Gene M. Olander, Chair
Kansas Racing and Gaming Commission

/S/ Tracy T. Diel

Tracy T. Diel, Acting Executive Director
Kansas Racing and Gaming Commission



Kansas Racing and Gaming Commissioners

Gene M. Olander
Chair
Topeka, Kansas

Bob Miller
Commissioner
Wellington, Kansas

Keith Palmer, DVM
Commissioner
Bucyrus, Kansas

Randall Rathbun
Commissioner
Wichita, Kansas

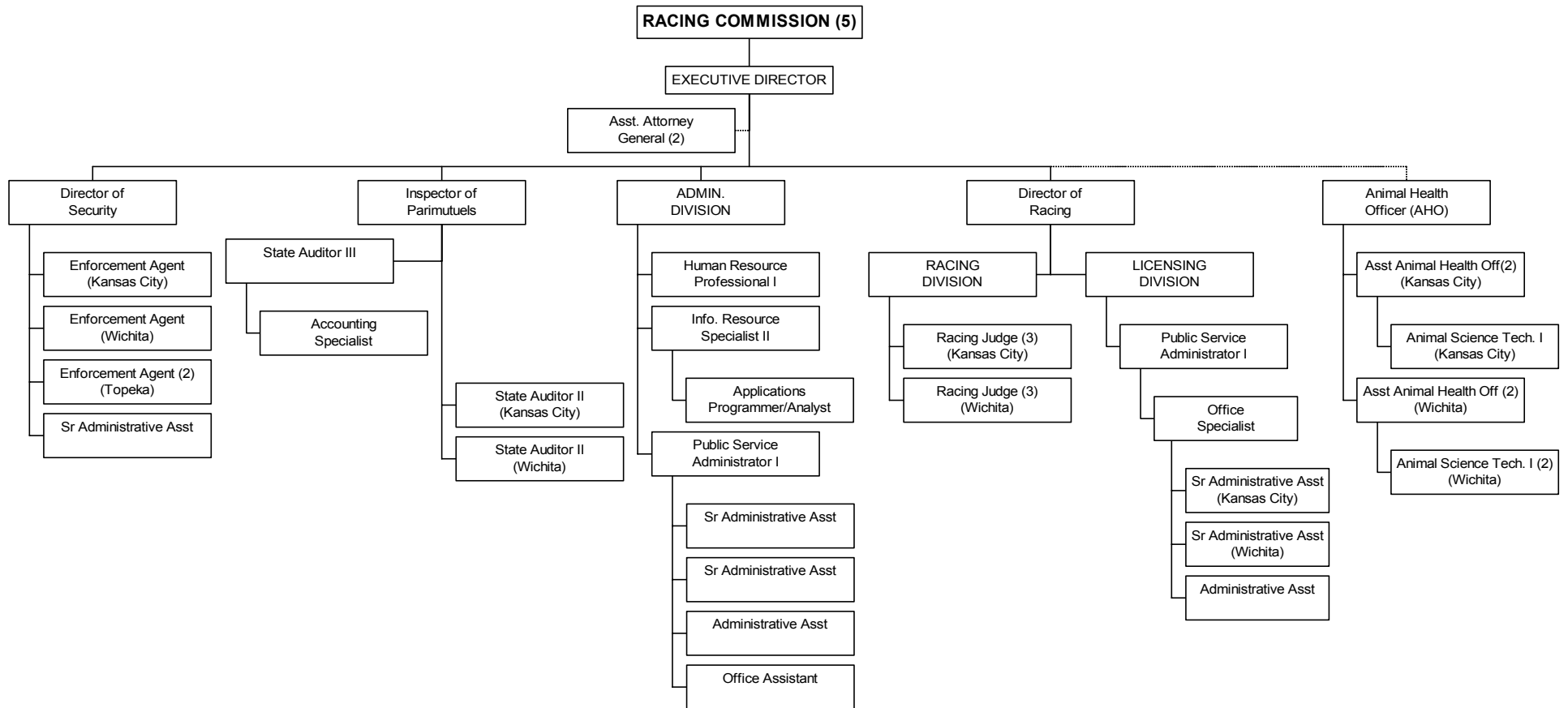
Leslie Hess
Commissioner
Dodge City, Kansas

Racing and Gaming Commission Fund Activity
Fiscal Years 2001 and 2002

	<i>State Racing Fund</i>	<i>Horse Fair Racing Benefit Fund</i>	<i>Horse Breeding Development Fund</i>	<i>Racing Investigative Expense Fund</i>	<i>Greyhound Breeding Development Fund</i>	<i>Racing Reimbursable Expense Fund</i>	<i>Racing Applicant Deposit Fund</i>	<i>Tribal Gaming Fund</i>	<i>Totals</i>
FY 2001									
Beginning balance (7-1-00)	\$ 707,659	\$ 477,946	\$ 170,090	\$ 24,664	\$ 331,237	\$ 26,286	\$ 747	\$ 1,200,025	\$ 2,938,654
Prior period adjustments	10,479	-	-	-	-	618	-	13,176	24,273
Receipts									
Revenue	3,258,969	941,447	485,516	(4,772)	447,759	44,734	46	560,005	5,733,704
Operating transfer	76,418	-	-	-	-	-	-	-	76,418
General Fund transfer	-	-	-	-	-	-	-	450,000	450,000
Disbursements									
Operating expenditures	(3,153,002)	(816,951)	(459,046)	-	(306,825)	(40,702)	-	(1,115,475)	(5,892,001)
State Gaming Revenue Fund transfer	(426,605)	-	-	-	-	-	-	-	(426,605)
Operating transfer	-	(76,418)	-	-	-	-	-	-	(76,418)
Greyhound Tourism Fund transfer	-	-	-	-	(67,164)	-	-	-	(67,164)
General Fund transfer	-	-	-	-	-	-	-	(420,864)	(420,864)
Ending balance (6-30-01)	\$ 473,918	\$ 526,024	\$ 196,560	\$ 19,892	\$ 405,007	\$ 30,936	\$ 793	\$ 686,867	\$ 2,339,997
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FY 2002									
Beginning balance (7-1-01)	\$ 473,918	\$ 526,024	\$ 196,560	\$ 19,892	\$ 405,007	\$ 30,936	\$ 793	\$ 686,867	\$ 2,339,997
Prior period adjustments	4,534	4,466	-	-	-	-	-	(214,241)	(205,241)
Receipts									
Revenue	3,074,887	951,528	480,161	3,840	347,356	26,445	22	907,551	5,791,790
Operating transfer	78,418	-	-	-	-	-	-	-	78,418
General Fund transfer	-	-	-	-	-	-	-	450,000	450,000
Disbursements									
Operating expenditures	(2,731,634)	(1,054,408)	(472,879)	(3,840)	(458,252)	(25,886)	-	(1,104,705)	(5,851,604)
State Gaming Revenue Fund transfer	(343,724)	-	-	-	-	-	-	-	(343,724)
Operating transfer	-	(78,418)	-	-	-	-	-	-	(78,418)
Greyhound Tourism Fund transfer	-	-	-	-	(53,103)	-	-	-	(53,103)
General Fund transfer	(4,839)	-	-	-	-	-	-	(302,083)	(306,922)
Ending balance (6-30-02)	\$ 551,560	\$ 349,192	\$ 203,842	\$ 19,892	\$ 241,008	\$ 31,495	\$ 815	\$ 423,389	\$ 1,821,193

Racing Program

KANSAS RACING AND GAMING COMMISSION



* The Assistant Attorney General positions report to the Attorney General's Office but are counted in the Racing Commission's FTE allotment. The Executive Director supervises the day-to-day legal operation duties.

** The Animal Health Officers are under the direction of the Racing Commission and supervised by the Executive Director.

Note: Camptown Greyhound Park in Frontenac, Kansas, ceased operations in November 2000.

Racing Program Offices

Topeka Office

Kansas Racing and Gaming Commission
3400 S.W. Van Buren Street
Topeka, Kansas 66611-2228
Phone: (785) 296-5800
Fax: (785) 296-0900
Homepage: www.ink.org/public/krc
E-mail: kracing@cjnetworks.com

Field Offices

Kansas Racing and Gaming Commission
c/o The Woodlands
P.O. 12694
99th Street and Leavenworth Road
Kansas City, Kansas 66112
Phone: (913) 788-3621
Fax: (913) 788-3881
E-mail: kracing@kcinter.net

Kansas Racing and Gaming Commission
c/o Wichita Greyhound Park
P.O. Box 425
1500 East 77th Street North
Valley Center, Kansas 67147-0277
Phone: (316) 755-2736
Fax: (316) 755-3294
E-mail: racing@southwind.net

Racing Program Executive Staff

Tracy T. Diel
Acting Executive Director

Frances K. Snell
Director of Racing

David E. Johnson
Director of Security

D. Bryce Peckham, DVM
Animal Health Officer

Debra L. Billingsley
Assistant Attorney General

Kit A. Bostrom
Director of Licensing

James Glackin
Assistant Attorney General

Departments of the Commission

Licensing

The Licensing Division ensures the integrity of racing and wagering in Kansas by identifying, licensing and conducting background checks on individuals who work at the racetrack facility and owners of the racing animals. These individuals are required to obtain an occupation license and undergo a background check before working or racing animals at the facility. In addition, licenses are granted to facility owners, facility managers, non-profit organizations, concessionaires, racing and wagering equipment and services, and simulcasting entities. Officers, directors and owners of these entities are subject to background investigations before the commission grants a license for the year.

Occupation Licenses

There were over 3,800 occupation licenses in 2001 and over 3,600 occupation licenses in 2002 issued to industry personnel and racetrack personnel during the license year. One-year and three-year occupation licenses were issued in different license categories for the race meets at the Woodlands, Wichita Greyhound Park and the county fairs. Over 1,300 sets of fingerprints in 2001 and over 600 sets of fingerprints in 2002 were submitted to the Kansas Bureau of Investigation for background checks. Licensees were able to participate in the fingerprint reciprocity program in lieu of submitting fingerprint cards. Licensees submitted over 500 reciprocity forms for 13 different racing jurisdictions in both 2001 and 2002 that were recognized by the commission. These reciprocity records were then verified with the specific jurisdiction in order to complete the background check on the licensee.

Registrations

Stable names, kennel names, corporations, partnerships, syndicates and other entities that own racing animals, which participated in racing in Kansas, were required to register with the commission. Entities filed over 350 registrations during the 2001 and over 400 registrations during the 2002 license years. Owners of these entities were required to obtain an occupation license.

Concessionaire and Racing and Wagering Equipment and Services Licenses

Concessionaire licenses are required before any entity may sell goods or services at a racetrack facility. There were 18 concessionaire licenses granted in 2001 and 115 concessionaire licenses granted in 2002 to entities providing animal feed, tack and supplies as well as food and beverage concessions and video and photo finish products. United Tote held a valid Racing and Wagering Equipment and Services license during the 2001 and 2002 racing seasons.

Departments of the Commission

Animal Health

The Kansas parimutuel racing act provides that the commission appoint an animal health officer and assistants to advise the commission in matters of veterinary medicine. At all times they are to serve and protect the health and well being of the racing animals. The animal health officer serves the commission staff in Topeka, and two assistants serve at each racetrack.

The animal health officers are responsible for conducting veterinary services for racing animals. This includes physical examinations prior to racing and observation for lameness, illness, or any other condition which would prevent the animal from racing to its potential. They are also responsible for treating emergencies of a veterinary nature encountered during the running of the race. In consultation with the judges or stewards, the animal health officers help determine which animals may be scratched from racing due to injury, disease, or disability.

Racing animals are subject to drug testing to deter the use of drugs to influence the outcome of a race. The animal health officer at each track is charged with obtaining blood and/or urine samples to be submitted to the official testing laboratory. A concerted effort is made to obtain the desired specimens from the animals and deliver them to the laboratory under strict chain of custody procedures so that a given specimen is unadulterated and from the identified animal.

During 2001 and 2002, the racing chemistry was performed by Truesdail Laboratories in Tustin, California. The results of their testing are as follows:

<u>Source</u>	<u>Urine</u>	<u>Blood</u>	<u>Total</u>	<u>Number of Positives</u>
2001				
Equine	894	885	1,779	12
Greyhound	9,572	0	11,331	9
2002				
Equine	852	889	1,741	3
Greyhound	10,060	0	10,060	12

Departments of the Commission

Racing Division

The Racing Division enforces the civil provisions of the parimutuel racing act and the rules and regulations of the commission. The division's goal is to instill and preserve public trust and confidence by ensuring the integrity of the race meets. The commission appointees serving as stewards or racing judges at each horse or greyhound race meet work towards achieving the goal by performing various duties such as observing monitors in the starting boxes and lock-out kennels, determining if sufficient cause has been provided to scratch a horse or greyhound from official races, observing during racing for proper racing, and determining correct finishing order.

During the 2001 race meet the stewards/judges had 715 findings in the 10,602 official races.

During the 2002 race meet the stewards/judges had 820 findings in the 10,699 official races.

Security Division

Security personnel are vested with the power and authority of law enforcement officers in the execution of the duties imposed upon the commission by the provision of the parimutuel racing act. The division's goal is to ensure licensees involved in racing activities are honest, to be proactive and responsive to confidential information concerning potential illegal activities, and to eliminate and/or reduce the potential for accidents. The commission appointees serving as security personnel work towards achieving the goal by investigating violations of the race act, conducting search and seizures, and enforcing all criminal laws of the State. The security personnel also conduct background investigations for various management positions within the racing industry as well as those for all commission employees.

During the 2001 race meets the security personnel conducted 104 background investigations and 850 breathalyzer tests.

During the 2002 race meets the security personnel conducted 37 background investigations and 741 breathalyzer tests.

Racing Program Fund Activity
Fiscal Years 2001 and 2002

	<i>State Racing Fund</i>	<i>Horse Fair Racing Benefit Fund</i>	<i>Horse Breeding Development Fund</i>	<i>Racing Investigative Expense Fund</i>	<i>Greyhound Breeding Development Fund</i>	<i>Racing Reimbursable Expense Fund</i>	<i>Racing Applicant Deposit Fund</i>	<i>Totals</i>
FY 2001								
Beginning balance (7-1-00)	\$ 707,659	\$ 477,946	\$ 170,090	\$ 24,664	\$ 331,237	\$ 26,286	\$ 747	\$ 1,738,629
Prior period adjustments	10,479	-	-	-	-	618	-	11,097
Receipts								
Revenue	3,258,969	941,447	485,516	(4,772)	447,759	44,734	46	5,173,699
Operating transfer	76,418	-	-	-	-	-	-	76,418
General Fund transfer	-	-	-	-	-	-	-	-
Disbursements								
Operating expenditures	(3,153,002)	(816,951)	(459,046)	-	(306,825)	(40,702)	-	(4,776,526)
State Gaming Revenue Fund transfer	(426,605)	-	-	-	-	-	-	(426,605)
Operating transfer	-	(76,418)	-	-	-	-	-	(76,418)
Greyhound Tourism Fund transfer	-	-	-	-	(67,164)	-	-	(67,164)
General Fund transfer	-	-	-	-	-	-	-	0
Ending balance (6-30-01)	<u>\$ 473,918</u>	<u>\$ 526,024</u>	<u>\$ 196,560</u>	<u>\$ 19,892</u>	<u>\$ 405,007</u>	<u>\$ 30,936</u>	<u>\$ 793</u>	<u>\$ 1,653,130</u>
FY 2002								
Beginning balance (7-1-01)	\$ 473,918	\$ 526,024	\$ 196,560	\$ 19,892	\$ 405,007	\$ 30,936	\$ 793	\$ 1,653,130
Prior period adjustments	4,534	4,466	-	-	-	-	-	9,000
Receipts								
Revenue	3,074,887	951,528	480,161	3,840	347,356	26,445	22	4,884,239
Operating transfer	78,418	-	-	-	-	-	-	78,418
General Fund transfer	-	-	-	-	-	-	-	-
Disbursements								
Operating expenditures	(2,731,634)	(1,054,408)	(472,879)	(3,840)	(458,252)	(25,886)	-	(4,746,899)
State Gaming Revenue Fund transfer	(343,724)	-	-	-	-	-	-	(343,724)
Operating transfer	-	(78,418)	-	-	-	-	-	(78,418)
Greyhound Tourism Fund transfer	-	-	-	-	(53,103)	-	-	(53,103)
General Fund transfer	(4,839)	-	-	-	-	-	-	(4,839.00)
Ending balance (6-30-02)	<u>\$ 551,560</u>	<u>\$ 349,192</u>	<u>\$ 203,842</u>	<u>\$ 19,892</u>	<u>\$ 241,008</u>	<u>\$ 31,495</u>	<u>\$ 815</u>	<u>\$ 1,397,804</u>

State Racing Fund

Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
Parimutuel tax	\$ 1,105,546	\$ 915,214	(17.2)%
Simulcast tax	1,882,895	1,902,357	1.0%
Admissions tax	40,631	40,325	(0.8)%
License fees	56,470	52,909	(6.3)%
Fines	19,470	25,175	29.3%
Daily license fees	143,800	137,200	(4.6)%
Miscellaneous revenue	10,157	1,707	(83.2)%
Total receipts	<u>\$ 3,258,969</u>	<u>\$ 3,074,887</u>	<u>(5.6)%</u>
Disbursements:			
Salaries and wages	\$ (2,294,629)	\$ (2,039,860)	(11.1)%
Contractual services	(746,449)	(641,920)	(14.0)%
Commodities	(67,041)	(44,276)	(34.0)%
Capital outlay	(44,873)	(5,578)	(87.6)%
Miscellaneous	(10)	-	(100.0)%
Total disbursements	<u>\$ (3,153,002)</u>	<u>\$ (2,731,634)</u>	<u>(13.4)%</u>
Transfers:			
State Gaming Revenue Fund Transfer	\$ (426,605)	\$ (343,724)	(19.4)%
Horse Fair Racing Benefit Fund Transfer	76,418	78,418	2.6%
Total transfers	<u>\$ (350,187)</u>	<u>\$ (265,306)</u>	<u>(24.2)%</u>
FTE	<u>51.0</u>	<u>43.0</u> *	<u>(15.7)%</u>

* Reduction due to elimination of Camptown employees.

State Racing Fund - K.S.A. 74-8826

All taxes on live parimutuel wagering, admissions tax, application fees, license fees, and fines that were collected by the Commission were credited to the State Racing Fund. Two-thirds of the parimutuel taxes on simulcast performances were credited to the State Racing Fund. All operating expenses of the Commission were paid from the State Racing Fund.

Horse Fair Racing Benefit Fund

Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
One-third of simulcast tax	<u>\$ 941,447</u>	<u>\$ 951,528</u>	<u>1.1%</u>
Disbursements:			
Anthony Fair Association grant	\$ (158,000)	\$ (350,517) *	121.8%
Eureka Downs grant	(600,000)	(568,390)	(5.3)%
Administrative costs	(58,951)	(135,501) **	129.9%
Total disbursements	<u>\$ (816,951)</u>	<u>\$ (1,054,408)</u>	<u>29.1%</u>
Transfers:			
Operating Transfer - Salaries	<u>\$ (76,418)</u>	<u>\$ (78,418)</u>	<u>2.6%</u>

* \$180,000 for 2001 race meet and \$170,517 for the 2002 race meet.

** Funded additional Commission employees and expenses directly related to county fair meets.

Horse Fair Racing Benefit Fund - K.S.A. 74-8838

This fund's revenue is derived from one-third of the parimutuel taxes from simulcast races. The Commission distributes monies from the fund for expenses related to the conduct of a race meet conducted by a fair association or horsemen's nonprofit organization. Included in the Operating Transfer are the wages for Commission staff performing services at such race meetings.

Horse Breeding Development Fund

Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
Breakage-live	\$ 12,332	\$ 10,453	(15.2)%
Breakage-simulcast	221,380	227,771	2.9%
Total breakage	<u>233,712</u>	<u>238,224</u>	<u>1.9%</u>
Outs-live	17,083	16,137	(5.5)%
Outs-simulcast	234,721	225,800	(3.8)%
Total outs	<u>251,804</u>	<u>241,937</u>	<u>(3.9)%</u>
Total receipts	<u>\$ 485,516</u>	<u>\$ 480,161</u>	<u>(1.1)%</u>
Disbursements:			
Purse supplements and breed awards	\$ (459,046)	\$ (466,959)	1.7%
Research grants	-	(5,920)	100.0%
Total disbursements	<u>\$ (459,046)</u>	<u>\$ (472,879)</u>	<u>3.0%</u>

Horse Breeding Development Fund - K.S.A. 74-8829

This fund's revenue is derived from breakage and unclaimed winning tickets from live and simulcast horse performances. The funds are distributed by the Commission for purse supplements, stakes races, and breed awards to animals registered in the Kansas Bred program. There are also equine research grants awarded by the Commission.

Racing Investigative Expense Fund **Fiscal Years 2001 and 2002**

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
Investigative fees	<u>\$ (4,772) *</u>	<u>\$ 3,840</u>	<u>180.5%</u>
Disbursements:			
Investigative costs	<u>\$ -</u>	<u>\$ (3,840)</u>	<u>100.0%</u>

*Refunded Investigative fees

Racing Investigative Expense Fund - K.S.A. 74-8835

All expenses of investigation of an applicant's qualifications for an organization license, facility owner license or facility manager license are paid from this fund. Whenever another state agency assists the Commission in investigations and incurs costs in addition to those attributed to operations of the agency, those costs are paid from this fund. The applicant reimburses the Commission for all costs related to their investigation.

Greyhound Breeding Development Fund Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
Outs-live	\$ 293,314	\$ 210,087	(28.4)%
Outs-simulcast	154,445	137,269	(11.1)%
Total receipts	<u>\$ 447,759</u>	<u>\$ 347,356</u>	<u>(22.4)%</u>
Disbursements:			
Breed stakes race awards	\$ (215,499)	\$ (209,452)	(2.8)%
Research grants	(91,326)	(248,800) *	172.4%
Total disbursements	<u>\$ (306,825)</u>	<u>\$ (458,252)</u>	<u>49.4%</u>
Transfers:			
Kansas Greyhound Tourism Fund	<u>\$ (67,164)</u>	<u>\$ (53,103)</u>	<u>(20.9)%</u>

* Several grants from previous years were disbursed

Greyhound Breeding Development Fund - K.S.A. 74-8831

This fund's revenue is derived from unclaimed winning tickets from greyhound races. Funds are distributed by the Commission as follows:

Fifteen percent of the receipts are transferred to the Greyhound Tourism Fund.

Thirty-five percent of the receipts are used to fund research conducted within the State of Kansas relating to the prevention of injury and disease of greyhounds.

Fifty percent of the receipts are returned to the track where they were used to supplement stakes races for Kansas-whelped greyhounds.

Racing Reimbursable Expense Fund
Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase (Decrease)
Fingerprint fees	<u>44,734</u>	<u>26,445</u>	<u>(40.9)%</u>
Disbursements:			
KBI -fingerprint charges	<u>(40,702)</u>	<u>(25,886)</u>	<u>(36.4)%</u>

Racing Reimbursable Expense Fund - K.S.A 74-8827

As of December 1997, reimbursements for the services of assistant animal health officers, stewards, and racing judges at the Wichita and Kansas City racetrack facilities are no longer collected.

Racing Applicant Deposit Fund **Fiscal Years 2001 and 2002**

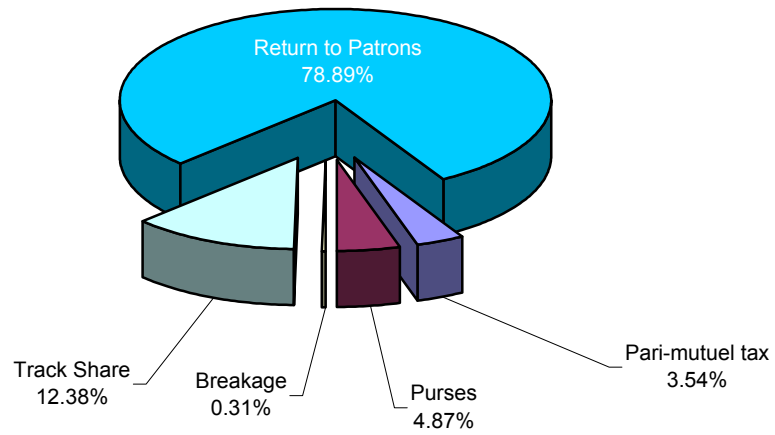
Receipts:	FY 01	FY 02	% Increase (Decrease)
Interest on deposit	<u>\$ 46</u>	<u>\$ 22</u>	<u>(52.2)%</u>

Racing Applicant Deposit Fund - K.S.A. 74-8828

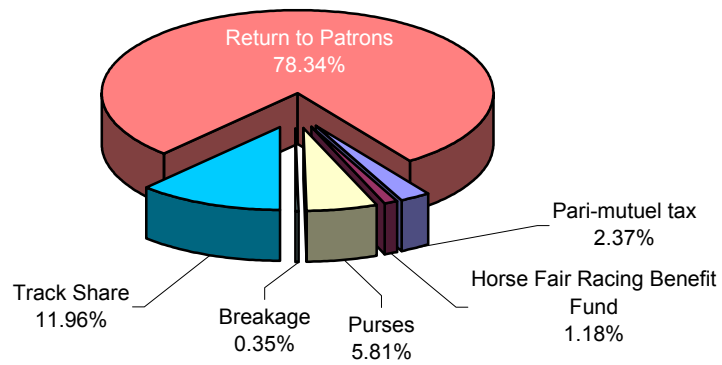
An applicant proposing to construct a racetrack facility is required at the time of making application to make a deposit. If the racetrack is constructed in accordance with the terms of the application, the deposit and interest are refunded. If the applicant fails to complete the racetrack facility in accordance with terms, the deposit and interest are forfeited by the applicant.

The Wagering Dollar

Live Racing - 2001

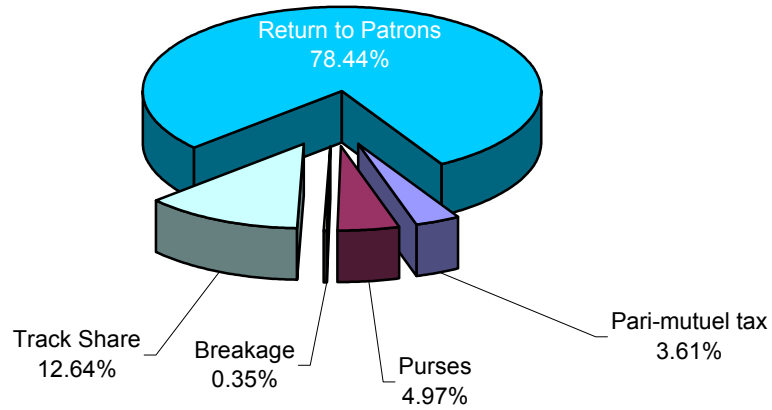


Simulcast Racing - 2001

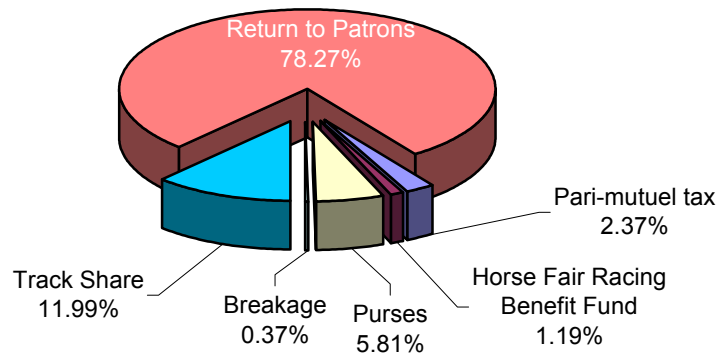


The Wagering Dollar

Live Racing - 2002



Simulcast Racing - 2002



Track Statistics
For Calendar Years 2001 and 2002

	Woodlands Kansas City, KS		Wichita Greyhound Park Valley Center, KS		Camptown Frontenac, KS
Handle	2001	2002	2001	2002	n/a
Live					
Horse	\$ 1,266,964	\$ 1,444,487	\$ -	\$ -	\$ -
Greyhound	12,477,138	13,636,774	12,204,006	11,610,357	-
Total live handle	13,744,102	15,081,261	12,204,006	11,610,357	-
Simulcast					
Horse	34,785,386	38,291,077	11,684,235	13,152,204	-
Greyhound	14,571,957	15,971,408	16,367,984	16,100,587	-
Total simulcast handle	49,357,343	54,262,485	28,052,219	29,252,791	-
Total handle	<u>\$ 63,101,445</u>	<u>\$ 69,343,746</u>	<u>\$ 40,256,225</u>	<u>\$ 40,863,148</u>	<u>\$ -</u>
Purses					
Live					
Horse	\$ 86,344	\$ 98,562	\$ -	\$ -	\$ -
Greyhound	584,259	645,294	585,398	556,664	-
Total live purses	670,603	743,856	585,398	556,664	-
Simulcast					
Horse	1,473,648	1,622,106	169,636	191,104	-
Greyhound	1,391,729	1,528,823	1,459,811	1,509,095	-
Total simulcast purses	2,865,377	3,150,929	1,629,447	1,700,199	-
Total purses	<u>\$ 3,535,980</u>	<u>\$ 3,894,785</u>	<u>\$ 2,214,845</u>	<u>\$ 2,256,863</u>	<u>\$ -</u>
Race days					
Live					
Horse	26	25	-	-	-
Greyhound	256	257	263	254	-
Total race days	282	282	263	254	-
Performances					
Live					
Horse	26	25	-	-	-
Greyhound	300	333	287	305	-
Total live performances	326	358	287	305	-
Simulcast					
Horse	3,776	3,573	2,382	4,153	-
Greyhound	3,166	3,894	4,534	6,468	-
Total simulcast performances	6,942	7,467	6,916	10,621	-
Total performances	<u>7,268</u>	<u>7,825</u>	<u>7,203</u>	<u>10,926</u>	<u>-</u>
Attendance					
Live/simulcast					
Horse	21,525	37,029	N/A	N/A	N/A
Greyhound	232,311	262,159			
Total attendance	253,836	299,188	-	-	-

Track Statistics
For Calendar Years 2001 and 2002

Handle	Eureka Downs Eureka, Kansas		Anthony Downs Anthony, Kansas	
	2001	2002	2001	2002
Live				
Horse	\$ 349,440	\$ 291,934	\$ 94,044	\$ 88,261
Greyhound	-	-	49,299	80,136
Total live handle	349,440	291,934	143,343	168,397
Simulcast				
Horse	159,256	164,778	-	-
Greyhound	-	-	-	-
Total simulcast handle	159,256	164,778	-	-
Total handle	\$ 508,696	\$ 456,712	\$ 143,343	\$ 168,397
Purses				
Live				
Horse	\$ 23,498	\$ 19,542	\$ 6,367	\$ 5,990
Greyhound	-	-	2,278	3,754
Total live purses	23,498	19,542	8,645	9,744
Simulcast				
Horse	9,253	9,576	-	-
Greyhound	-	-	-	-
Total simulcast purses	9,253	9,576	-	-
Total purses	\$ 32,751	\$ 29,118	\$ 8,645	\$ 9,744
Race days				
Live				
Horse	20	20	6	6
Greyhound	-	-	6	6
Total race days	20	20	12	12
Performances				
Live				
Horse	20	20	6	6
Greyhound	-	-	6	6
Total live performances	20	20	12	12
Simulcast				
Horse	37	51	-	-
Greyhound	-	-	-	-
Total simulcast performances	37	51	-	-
Total performances	57	71	12	12
Attendance				
Live/simulcast				
Horse	7,668	6,416	1,922	2,181
Greyhound	-	-	1,923	2,181
Total attendance	7,668	6,416	3,845	4,361

Track Statistics

For Calendar Years 2001 and 2002

Handle	Overall Totals	
	2001	2002
Live		
Horse	\$ 1,710,448	\$ 1,824,682
Greyhound	24,730,443	25,327,267
Total live handle	26,440,891	27,151,949
Simulcast		
Horse	46,628,877	51,608,059
Greyhound	30,939,941	32,071,995
Total simulcast handle	77,568,818	83,680,054
Total handle	\$ 104,009,709	\$ 110,832,003
Purses		
Live		
Horse	\$ 116,209	\$ 124,094
Greyhound	1,171,935	1,205,712
Total live purses	1,288,144	1,329,806
Simulcast		
Horse	1,652,537	1,822,786
Greyhound	2,851,540	3,037,918
Total simulcast purses	4,504,077	4,860,704
Total purses	\$ 5,792,221	\$ 6,190,510
Race days		
Live		
Horse	52	51
Greyhound	525	517
Total race days	577	568
Performances		
Live		
Horse	52	51
Greyhound	593	644
Total live performances	645	695
Simulcast		
Horse	6,195	7,777
Greyhound	7,700	10,362
Total simulcast performances	13,895	18,139
Total performances	14,540	18,834
Attendance		
Live/simulcast		
Horse	31,115	45,626
Greyhound	234,234	264,340
Total attendance	265,349	309,965

Track Statistics
For Calendar Years 2001 and 2002

	Woodlands Kansas City Kansas		Wichita Greyhound Park Valley Center, Kansas		Camptown Frontenac, KS
	2001	2002	2001	2002	n/a
Pari-mutuel tax					
Live					
Horse	\$ 43,170	\$ 49,278	\$ -	\$ -	\$ -
Greyhound	438,071	483,845	438,926	417,372	-
Total live pari-mutuel tax	481,241	533,123	438,926	417,372	-
Simulcast					
Horse	1,172,500	1,275,164	410,181	470,999	-
Greyhound	547,437	608,293	617,515	613,196	-
Total simulcast pari-mutuel tax	1,719,937	1,883,457	1,027,696	1,084,195	-
Total pari-mutuel tax	\$ 2,201,178	\$ 2,416,580	\$ 1,466,622	\$ 1,501,567	\$ -
Outs					
Live					
Horse	\$ 9,758	\$ 11,888	\$ -	\$ -	\$ -
Greyhound	105,832	n/a	103,312	n/a	-
Total live outs	115,590	11,888	103,312	-	-
Simulcast					
Horse	167,905	n/a	50,968	n/a	-
Greyhound	65,663	n/a	71,606	n/a	-
Total simulcast outs	233,568	-	122,574	-	-
Total outs	\$ 349,158	\$ 11,888	\$ 225,886	\$ -	\$ -
Breakage					
Live					
Horse	\$ 9,553	\$ 9,929	\$ -	\$ -	\$ -
Greyhound	41,576	49,242	31,437	29,876	-
Total live breakage	51,129	59,171	31,437	29,876	-
Simulcast					
Horse	162,530	195,353	50,968	50,562	-
Greyhound	30,610	32,201	27,635	26,058	-
Total simulcast breakage	193,140	227,554	78,603	76,620	-
Total breakage	\$ 244,269	\$ 286,725	\$ 110,040	\$ 106,496	\$ -
Admission tax					
Live/Simulcast					
Horse	\$ 3,138	n/a	n/a	n/a	n/a
Greyhound	33,745	28,428			
Total admission tax	\$ 36,883	\$ 28,428	\$ -	\$ -	\$ -
Other taxes & fees					
Daily license fees	\$ 61,800	\$ 62,200	\$ 68,400	\$ 72,400	-
Licensing	26,702	33,119	12,135	10,618	-
Fines	10,691	8,855	8,282	11,456	-
Local ad valorem tax	-	-	-	-	-
Total other taxes & fees	\$ 99,193	\$ 104,174	\$ 88,817	\$ 94,474	\$ -

Track Statistics
For Calendar Years 2001 and 2002

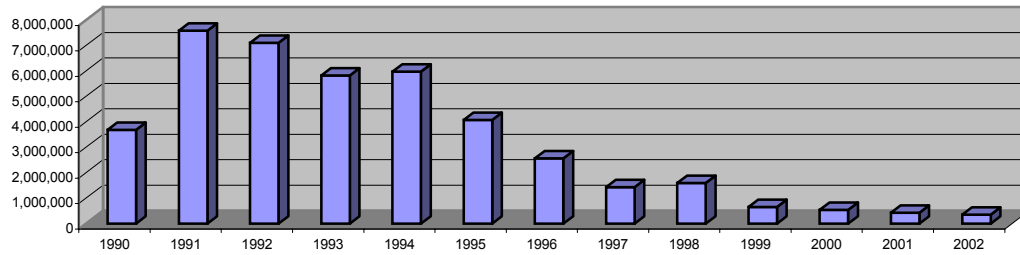
	Eureka Downs Eureka, Kansas		Anthony Downs Anthony, Kansas	
	2001	2002	2001	2002
Pari-mutuel tax				
Live				
Horse	\$ 11,747	\$ 9,769	\$ 3,185	\$ 2,997
Greyhound	-	-	1,709	2,816
Total live pari-mutuel tax	<u>11,747</u>	<u>9,769</u>	<u>4,894</u>	<u>5,813</u>
Simulcast				
Horse	5,037	5,240	-	-
Greyhound	-	-	-	-
Total simulcast pari-mutuel tax	<u>5,037</u>	<u>5,240</u>	<u>0</u>	<u>0</u>
Total pari-mutuel tax	<u>\$ 16,784</u>	<u>\$ 15,009</u>	<u>\$ 4,894</u>	<u>\$ 5,813</u>
Outs				
Live				
Horse	\$ 5,051	\$ 5,273	\$ 1,329	\$ 1,002
Greyhound	-	-	944	838
Total live outs	<u>5,051</u>	<u>5,273</u>	<u>2,273</u>	<u>1,840</u>
Simulcast				
Horse	2,740	1,163	-	-
Greyhound	-	-	-	-
Total simulcast outs	<u>2,740</u>	<u>1,163</u>	<u>-</u>	<u>-</u>
Total outs	<u>\$ 7,791</u>	<u>\$ 6,436</u>	<u>\$ 2,273</u>	<u>\$ 1,840</u>
Breakage				
Live				
Horse	\$ 3,443	\$ 3,042	\$ 971	\$ 992
Greyhound	-	-	372	402
Total live breakage	<u>3,443</u>	<u>3,042</u>	<u>1,343</u>	<u>1,394</u>
Simulcast				
Horse	905	1,053	-	-
Greyhound	-	-	-	-
Total simulcast breakage	<u>905</u>	<u>1,053</u>	<u>-</u>	<u>-</u>
Total breakage	<u>\$ 4,348</u>	<u>\$ 4,095</u>	<u>\$ 1,343</u>	<u>\$ 1,394</u>
Admission tax				
Live/Simulcast				
Horse	\$ 1,328	\$ 1,106	\$ 475	\$ 533
Greyhound	-	-	476	533
Total admission tax	<u>\$ 1,328</u>	<u>\$ 1,106</u>	<u>\$ 951</u>	<u>\$ 1,066</u>
Other taxes & fees				
Daily license fees	\$ 2,000	\$ 2,000	\$ 600	\$ 600
Licensing	6,342	4,626	908	556
Fines	2,550	1,200	350	-
Local ad valorem tax	1,534	1,283	769	872
Total other taxes & fees	<u>\$ 12,426</u>	<u>\$ 9,109</u>	<u>\$ 2,627</u>	<u>\$ 2,028</u>

Track Statistics
For Calendar Years 2001 and 2002

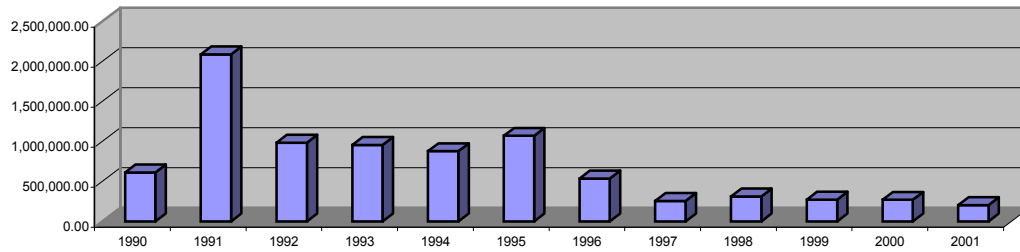
	Overall Totals	
	2001	2002
Pari-mutuel tax		
Live		
Horse	\$ 58,102	\$ 62,044
Greyhound	878,706	904,033
Total live pari-mutuel tax	936,808	966,077
Simulcast		
Horse	1,587,718	1,751,403
Greyhound	1,164,952	1,221,489
Total simulcast pari-mutuel tax	2,752,670	2,972,892
Total pari-mutuel tax	\$ 3,689,478	\$ 3,938,969
Outs		
Live		
Horse	\$ 16,138	\$ 18,163
Greyhound	210,088	n/a
Total live outs	226,226	19,001
Simulcast		
Horse	221,613	n/a
Greyhound	137,269	n/a
Total simulcast outs	358,882	1,163
Total outs	\$ 585,108	\$ 20,164
Breakage		
Live		
Horse	\$ 13,967	\$ 13,963
Greyhound	73,385	79,520
Total live breakage	87,352	93,483
Simulcast		
Horse	214,403	246,968
Greyhound	58,245	58,259
Total simulcast breakage	272,648	305,227
Total breakage	\$ 360,000	\$ 398,710
Admission tax		
Live/Simulcast		
Horse	\$ 4,941	\$ 1,639
Greyhound	34,221	28,961
Total admission tax	\$ 39,162	\$ 30,600
Other taxes & fees		
Daily license fees	\$ 132,800	\$ 137,200
Licensing	46,087	48,919
Fines	21,873	21,511
Local ad valorem tax	2,303	2,155
Total other taxes & fees	\$ 203,063	\$ 209,785

Benefits of Parimutuel Racing

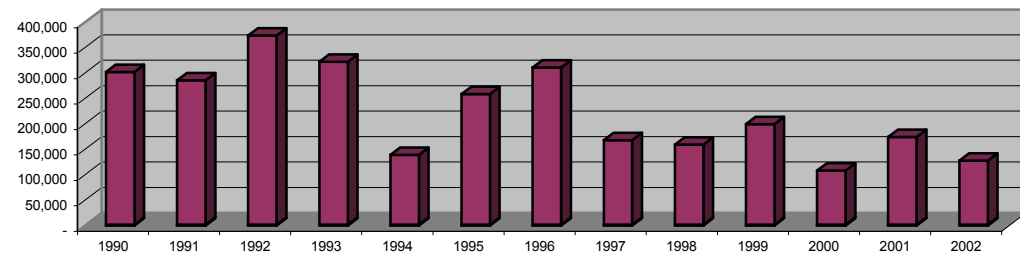
Transfers to State Gaming Revenue Fund



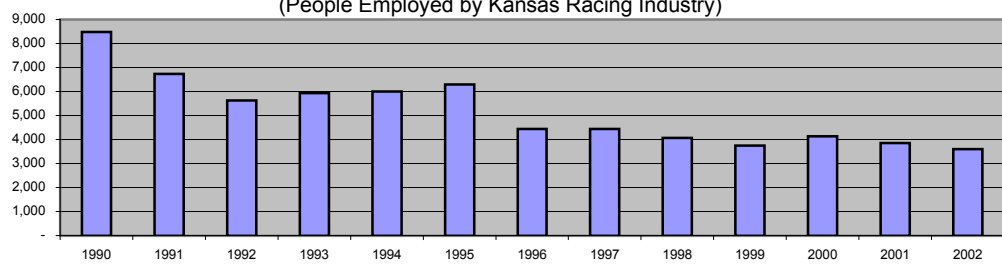
Charitable Contributions



Research Grants Funded



Occupational Licenses Issued (People Employed by Kansas Racing Industry)



Charitable Contributions

The Kansas parimutuel racing act directs that each organization licensee must distribute net earnings to 501(c)(3) nonprofits who are domiciled in and who will expend the monies in Kansas. The following schedule indicates the amount of charitable contributions by each organization licensee:

	Calendar Year	
	<u>2001</u>	<u>2002</u>
TRAK East	\$ 76,837	\$134,950
Wichita Greyhound Charities, Inc.	\$126,881	\$125,932

TRAK East is associated with the Woodlands Race Course and Woodlands Kennel Club. Wichita Greyhound Charities, Inc. is associated with Wichita Greyhound Park. The following reflects how these charitable distributions improve the quality of life for Kansans:

TRAK EAST, INC. - 2001

(15 CONTRIBUTIONS)

Alzheimer's Association – Heartland Chapter	\$5,000
Big Brothers/Big Sisters of Douglas County	2,400
Big Brothers/Big Sisters of Greater Kansas City	9,000
Big Brothers/Big Sisters of Manhattan, Inc.	3,500
CASA of the High Plains, Inc.	4,000
Catholic Housing of Wyandotte County, Inc.	8,000
Donnelly College	8,320
Duchesne Clinic	4,400
Economic Opportunity Foundation	5,000
Kansas Center for Canine Assistance	2,000
Kansas Jaycees Cerebral Palsy Foundation	1,528
Leavenworth Road Association	5,000
Salina Emergency Aid/Food Bank	3,500
Temporary Lodging for Children, Inc.	5,189
They Wyandotte County Parks Foundation	10,000
Total	\$76,837

TRAK EAST, INC. – 2002

(20 CONTRIBUTIONS)

Big Brothers/Big Sisters of Greater Kansas City	\$5,000
Big Brothers/Big Sisters of Manhattan	5,500
Boys & Girls Club of Lawrence	5,000
Cancer Action	3,000
Caritas Clinic	8,000

Charitable Contributions

Casa of the High Plains	2,500
Catholic Charities	8,485
Donnelly College	10,000
Economic Opportunity Foundation	6,500
Friends of Yates	18,311
Kaw Valley Center	10,000
Leavenworth Road Association	5,000
Mother to Mother Ministry of Kansas City, Kansas	2,724
National Multiple Sclerosis Society, Mid America Chapter	5,000
Salina Emergency Aid/Food Bank	6,500
Temporary Lodging for Children	10,000
The Children's Museum of Kansas City	2,230
The Wyandotte County Parks Foundation	15,000
Vernon Multi-Purpose Center	1,200
Youth Opportunities Unlimited	5,000
Total	\$134,950

WICHITA GREYHOUND CHARITIES, INC. – 2001

(33 CONTRIBUTIONS)

The ARC of Sedgwick County	\$1,850
CASA-Children Worth Saving, Inc.	730
Consumer Credit Counseling Service, Inc.	3,600
Dress for Success Wichita	5,000
Friends of the Sedgwick County Soldiers and Sailors Civil War Monument	5,000
Harvey County Historical Society, Inc.	5,000
Heartspring	5,000
Hospice, Inc.	3,000
Kansas Children's Service League	3,000
Kansas Humanities Council	2,500
Kansas Public Telecommunications Service, Inc.	5,000
Kansas Starbase	1,800
Kiowa Historical Society	2,586
Lindsborg Arts Council	3,200
Make-A-Wish Foundation of Kansas, Inc.	5,000
March of Dimes KS/Western MO Chapter	5,000
Metropolitan Ballet of Topeka	5,000
Muscular Dystrophy Association	2,500
Music Theatre of Wichita, Inc.	4,000
Newton Area Senior Center	4,000
Newton Meals on Wheels, Inc.	4,500
Orpheum Performing Arts Centre, Ltd.	5,000
Race The Wind Greyhound Adoption, Inc.	1,500
Rainbows United, Inc.	2,500
TLC Greyhound Adoption	2,500

Charitable Contributions

Tri-Valley Developmental Services	5,000
Via Christi Foundation	4,390
Wichita Black Arts Festival Association	3,500
Wichita Chamber Chorale, Inc.	3,870
Wichita Festivals, Inc.	14,100
Wichita Independents	2,000
Wichita/Sedgwick County Historical Museum	2,505
Wichita's Promise Youth Council	2,750
Total	\$126,881

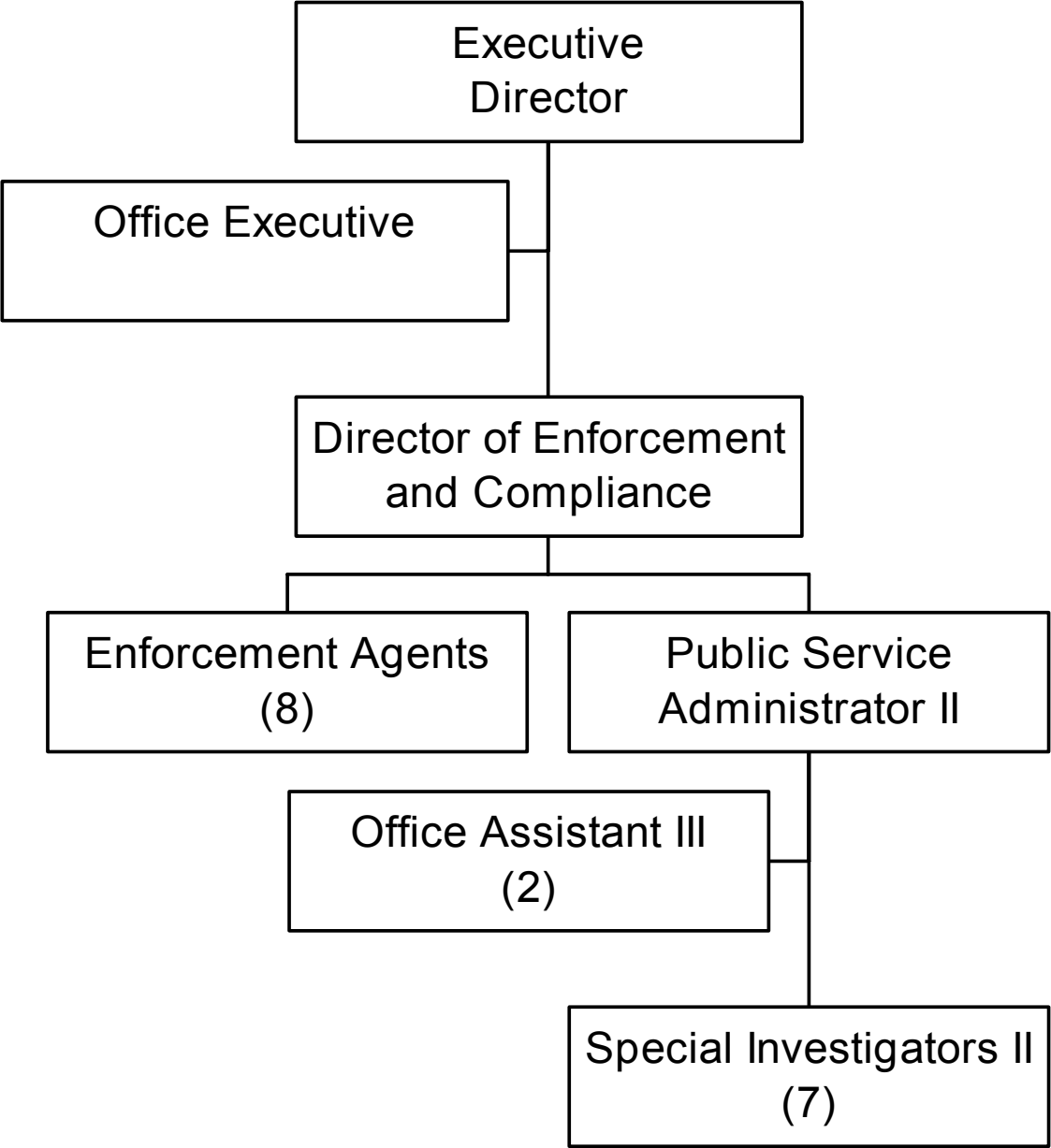
WICHITA GREYHOUND CHARITIES, INC. – 2002

(29 CONTRIBUTIONS)

Augusta Arts Council	\$5,000
Boys and Girls Club of South Central Kansas	4,760
Cerebral Palsy Research Foundation of Kansas	5,000
Consumer Credit Counseling Service, Inc.	2,100
Dress for Success Wichita	5,000
Envision	7,000
Exploration Place	5,000
Family Service and Guidance Center, Inc.	2,500
Heartspring	5,000
Hesston College	730
Kansas Aviation Museum	2,500
Kingman County Council on Aging	1,222
Medical Service Bureau, Inc.	5,000
Metropolitan Ballet of Topeka	5,000
Metropolitan Ballet of Wichita	5,000
Newton Area Senior Center	5,000
Orpheum Performing Arts Centre, Ltd.	5,000
Paws-Up, Inc.	2,090
Race The Wind Greyhound Adoption, Inc.	3,000
Senior Services, Inc.	4,800
The Kansas African American Museum	5,000
The Leukemia & Lymphoma Society	5,000
The Wichita Convention & Sports Foundation	5,000
Three Trees, Inc.	4,970
Wichita Art Museum	5,000
Wichita Black Arts Festival Association	5,000
Wichita Jazz Festival, Inc.	5,000
Wichita/Sedgwick County Historical Museum	2,490
Winfield Arts and Humanities Council, Inc.	3,500
Total	\$125,932

Gaming Program

STATE GAMING AGENCY



Gaming Program Offices

Topeka Office

State Gaming Agency
701 S.W. Jackson Street
Suite 200
Topeka, Kansas 66603-3729
Phone: (785) 368-6202
Fax: (785) 291-3798
Homepage: www.ink.org/public/ksga
E-mail: ksga@cjnetworks.com

Gaming Program Executive Staff

Tracy Diel
Executive Director

Allen Jones
Director of Enforcement and Compliance

Gaming Program Fund Activity
Fiscal Years 2001 and 2002

	Tribal Gaming Fund
FY 2001	
Beginning balance (7-1-00)	\$ 1,200,025
Prior period adjustments	13,176
 <u>Receipts</u>	
Revenue	560,005
General Fund transfer	450,000
 <u>Disbursements</u>	
Operating expenditures	(1,115,475)
General Fund transfer	(420,864)
 Ending balance (6-30-01)	<u><u>\$ 686,867</u></u>
<hr style="border-top: 1px dashed black;"/>	
FY 2002	
Beginning balance (7-1-01)	\$ 686,867
Prior period adjustments	(214,241)
 <u>Receipts</u>	
Revenue	907,551
General Fund transfer	450,000
 <u>Disbursements</u>	
Operating expenditures	(1,104,705)
General Fund transfer	(302,083)
 Ending balance (6-30-02)	<u><u>\$ 423,389</u></u>

Tribal Gaming Fund

Fiscal Years 2001 and 2002

Receipts:	FY 01	FY 02	% Increase/ (Decrease)
Revenue	<u>\$ 560,005</u>	<u>\$ 907,551</u>	<u>62.1%</u>
Disbursements:			
Salaries and wages	\$ (830,586)	\$ (844,076)	1.6%
Contractual services - Operations	(269,113)	(237,561)	(11.7)%
Commodities	(8,142)	(15,591)	91.5%
Capital outlay	(7,634)	(7,477)	(2.1)%
Total disbursements	<u>\$ (1,115,475)</u>	<u>\$ (1,104,705)</u>	<u>(1.0)%</u>
Transfers:			
Operating transfer in	\$ 450,000	\$ 450,000	0.0%
Operating transfer out	(420,864)	(302,083)	(28.2)%
Net transfers	<u>\$ 29,136</u>	<u>\$ 147,917</u>	<u>407.7%</u>